# MANAGERIAL ECONOMICS (Old & New Course): Dec. 2009-10

Old Course New Course

Maximum Marks: 70 Maximum Marks: 90
Minimum Pass Marks: 25 Minimum Pass Marks: 32

## **UNIT - 1**

 Define Managerial Economics. How does it differ from traditional economics?

#### OR

Write a detailed note on nature and scope of Managerial Economics.

## **UNIT - 2**

2. What do you understand by trade cycles? Explain its characteristics and phases.

### OR

Write short notes on the following:

- (a) Measurement of National Income
- (b) GDP and GNP

## UNIT - 3

http://prsuonline.com

 Explain economic and non-economic objectives of business firms. http://prsuonline.com

#### OR

Explain briefly the various theories of profit.

# **UNIT - 4**

 What is capital investment? Explain the determinants of level of investment.

## OR

Explain the concept of "Capital Badgeting" and "Investment Decision".

# **UNIT - 5**

5. What do you understand by cost of capital? Define average and weighted cost of capital.

#### OB

What is retained earnings? How do you calculate retained earnings?